

# **FISCAL NOTE**

## **HB 664 - SB 1122**

February 14, 2007

**SUMMARY OF BILL:** Adds a new Group 1 service retirement provision of age 55 with 25 years of creditable service for public safety officers (unreduced retirement benefits). The bill is optional to political subdivisions for firefighters and public officers.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$175,000 Annual Amortized Cost**

**Increase Local Govt. Expenditures - Exceeds \$1,000,000/Permissive**

**Other Fiscal Impact – Increase Federal/Other Expenditures:**

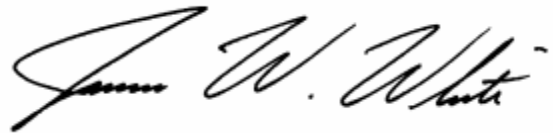
**\$58,000 Annual Amortized Cost**

#### Assumptions:

- Total lump sum liability of \$1,226,000.
- Twenty year amortization of lump sum liability.
- Annual cost to amortize the additional liability of \$233,000.
- Includes first year administrative costs related to information systems programming of \$50,000.
- Additional annual cost to local governments in excess of \$1,000,000 if all entities authorize provisions of the bill.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director